

# Appendix 1



## Summary of Loan Terms

Lender: New Century Mortgage Corporation  
2000 Crow Canyon Pl, Ste 250  
San Ramon, CA 94583

Date: 01/18/2007

Loan Number:  
1800045849

Borrower(s): JOHN BORROWER

THIS IS A SUMMARY OF SOME OF THE KEY TERMS FOR THE LOAN YOU ARE BEING OFFERED. PLEASE REVIEW THEM CAREFULLY. YOU SHOULD COMPARE THESE TERMS TO THE GOOD FAITH ESTIMATE AND TO YOUR CLOSING DOCUMENTS TO BE CERTAIN THEY AGREE. PLEASE CONTACT US AT 925-328-1220 IF YOU HAVE ANY QUESTIONS OR CONCERNS.

Loan Number	1800045849
Loan Type	Your loan payment is fixed for 24 month(s) and then is adjustable for the remaining 336 months.
Loan Amount	\$250,000.00
Loan Term	360 Months (30 Years)
Interest Rate	Your initial interest rate is fixed at 5.250% for an initial term of 24 month(s). After that the rate may adjust. This means that after the first 24 month(s), your interest rate and loan payments can change every 6 month(s) depending on market rates. Your interest rate will never go higher than 12.250% or lower than 5.250%.
Monthly Payments	Your monthly payment will be \$1,380.51 for the first 24 months, after which it may increase as your loan interest rate adjusts.
Monthly Payment Example	As an example, if interest rates do not change for the entire term of your loan, your monthly payments will be as follows:  For the first 24 month(s): \$1,380.51. For the next 6 months: \$1,690.00. For the next 6 months: \$1,936.31. For the remainder of the loan term: \$2,170.38. The last payment will be: \$2,168.12.
Property Taxes and Insurance	Your monthly payment DOES NOT include the monthly cost of your property taxes and homeowner's insurance.  If you wish to have your payment include the property taxes and insurance, please discuss this with your loan advisor.

Prepayment Charge This loan has a prepayment charge. This means that if you make a full prepayment of your loan balance within the first 2 year(s) of your loan, you will be required to pay a charge.

Please contact your loan advisor if you wish not to have a prepayment charge on your loan, or if you have questions about the potential financial impact of your prepayment charge. Loans without prepayment charges bear higher interest rates and monthly payments. You should consider how long you plan to keep this loan when deciding to include a prepayment charge.

Points & Lender Fees Your broker is charging you points and fees of \$3,075.00. New Century Mortgage Corporation is charging you points and fees of \$1,139.20.

Discount Points In addition to the points and fees above, you are paying \$1,875.00 in loan discount points, which results in an interest rate of 5.250% on your loan. The table below illustrates an example:

Discount Points (%)	Discount Points (\$)	Interest Rate
0	\$0.00	10.00% (rate before discount points)
2	\$2000.00	8.00% (your rate after discount points)

You may choose a loan with fewer discount points and a higher interest rate.

Yield Spread Premium In addition to the amounts you are paying for the loan, New Century Mortgage Corporation is paying your broker an additional \$5,000.00 as compensation for the broker's services. (This is sometimes called a "Yield Spread Premium.")

When we pay a broker a Yield Spread Premium, we require the loan to have a higher interest rate than for a similar loan in which we did not pay a Yield Spread Premium. If you want a lower interest rate, your broker will likely require you to pay higher points and fees yourself.

Please discuss this with your loan advisor. They can explain the various options of loans with and without a Yield Spread Premium.

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JOHN BORROWER

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## Summary of Loan Terms

Lender: Home123 Corporation  
10835 N. 25th Dr, Ste 140  
Phoenix, AZ 85029

Date: 01/18/2007

Loan Number:  
1800045858

Borrower(s): JOHN BORROWER  
JANE BORROWER

THIS IS A SUMMARY OF SOME OF THE KEY TERMS FOR THE LOAN YOU ARE BEING OFFERED. PLEASE REVIEW THEM CAREFULLY. YOU SHOULD COMPARE THESE TERMS TO THE GOOD FAITH ESTIMATE AND TO YOUR CLOSING DOCUMENTS TO BE CERTAIN THEY AGREE. PLEASE CONTACT US AT 602-504-0334 IF YOU HAVE ANY QUESTIONS OR CONCERNS.

Loan Number	1800045858
Loan Type	Your loan payment is fixed for 36 month(s) and then is adjustable for the remaining 324 months.
Loan Amount	\$300,000.00
Loan Term	360 Months (30 Years)
Interest Rate	Your initial interest rate is fixed at 5.750% for an initial term of 36 month(s). After that the rate may adjust. This means that after the first 36 month(s), your interest rate and loan payments can change every 6 month(s) depending on market rates. Your interest rate will never go higher than 12.750% or lower than 5.750%
Monthly Payments	Your monthly payment will be \$1,750.72 for the first 36 months, after which it may increase as your loan interest rate adjusts.
Monthly Payment Example	As an example, if interest rates do not change for the entire term of your loan, your monthly payments will be as follows:  For the first 36 month(s): \$1,750.72. For the next 6 months: \$2,121.78. For the next 6 months: \$2,415.66. For the remainder of the loan term: \$2,694.13. The last payment will be: \$2,685.71.
Property Taxes and Insurance	Your monthly payment DOES NOT include the monthly cost of your property taxes and homeowner's insurance.  If you wish to have your payment include the property taxes and insurance, please discuss this with your loan advisor.

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Prepayment Charge      This loan has a prepayment charge. This means that if you make a full prepayment of your loan balance within the first 3 year(s) of your loan, you will be required to pay a charge.

Please contact your loan advisor if you wish not to have a prepayment charge on your loan, or if you have questions about the potential financial impact of your prepayment charge. Loans without prepayment charges bear higher interest rates and monthly payments. You should consider how long you plan to keep this loan when deciding to include a prepayment charge.

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Points & Lender Fees      Your broker is charging you points and fees of \$0.00. Home123 Corporation is charging you points and fees of \$6,624.20.

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JOHN BORROWER

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JANE BORROWER

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